

**MINUTES OF REGULAR MEETING
HURST CREEK MUNICIPAL UTILITY DISTRICT
OCTOBER 20, 2014**

THE STATE OF TEXAS §

COUNTY OF TRAVIS §

The Board of Directors of Hurst Creek Municipal Utility District (the “District”) met this date in regular session, open to the public, in the District’s offices at 102 Trophy Drive, The Hills, Texas 78738, and the roll was called of the duly constituted officers and members of the Board to wit:

Wilson Smith	President
James M. Wingard	Vice-President
William L. Warmuth	Treasurer
Raymond Arvay	Secretary
Mike Maroney	Assistant Secretary

And all of said persons were present thus constituting a quorum.

Also present were Dan Roark, Earl Wood, K. C. Belote and Beth Walters, representing general management for the District; J. R. Smith, representing the Village Board of Aldermen and Hal Lanham representing the Hills POA.

1. Consider, discuss and take any necessary action on approval of Amendment Twenty-Nine Information Form of Hurst Creek Municipal Utility District

Director Warmuth moved approval of Amendment Twenty-Nine Information Form of Hurst Creek Municipal Utility District; Director Arvay seconded the motion which carried unanimously.

2. Consider, Discuss and take any necessary action on the Hurst Creek MUD Investment Policy

Director Warmuth moved approval of the Hurst Creek MUD Investment Policy; Director Maroney seconded the motion which carried unanimously.

7. Consider approving the minutes of the September 15, 2014 regular Board meeting.

Director Warmuth moved approval of the minutes of the September 15, 2014 regular Board meeting with the addition of "moved" before approval on page 3; Director Maroney seconded the motion which carried unanimously.

3. Consider, discuss and take any necessary action on ground water wells and backwash recovery.

Dan Roark and Earl Wood briefed the Board on the progress in backwash recovery – the engineer has located a lower profile clarifier for the same price as the clarifier in the previous quote. He will have plan drawings for the November meeting.

Mr. Wood reviewed a number of potential sites for an additional well. The Driller is scheduled to arrive in 6 weeks.

4. Consider, discuss and take any necessary action regarding drainage.

K.C. Belote briefed the Board on the drainage plans for the Lawton's residence on Cottondale Road. Baker-Auckland recommends constructing drainage conveyance on both sides of Cottondale Road with dual 18" culverts under the driveways. Mr. Belote will present cost estimates for the November board meeting.

5. Consider, discuss and take any necessary action regarding the Hurst Creek Municipal Utilities District Storm Water Management Program (MS4)

K.C. Belote briefed the Board on the MS4 program, as mandated by the USEPA. Director Arvay volunteered to head the required MS committee.

Director Wingard moved to approve Director Arvay to head a committee on the Storm Water Management Program; Director Maroney seconded the motion which carried unanimously.

6. Consider, discuss and take any necessary action on AMR, Automatic Read Meters.

Earl Wood briefed the Board on the automatic meter-read program. We now have approximately 20 AMR meters in the pilot program and we are impressed with the functionality of AMRs. A complete change-out of all 1100 meters will cost \$484,000. Alternately, we can change out older meters on a gradual schedule.

The Board instructed staff to develop real costs of financing of a wholesale change-out.

8. Consider and take action approving Bookkeepers Report and approval of paid and to be paid invoices.

Earl Wood reviewed August and September financial statements. The District ended Fiscal Year 2013 with \$448,000 in the General Fund, \$10,900 in the Capital Improvement Fund, \$40,700 in drainage and \$160,000 in the Debt Service Fund.

Director Warmuth moved approval of August and September Bookkeepers Reports; Director Maroney seconded the motion which carried unanimously.

9. Consider, discuss and take any necessary action to approve the Managers Operating Report.

Dan Roark summarized his report, showing a reduction in water use from 36 mg to 30 mg.

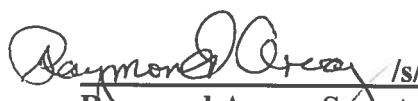
Earl Wood summarized two technical reports on Direct Potable Reuse and Aquifer Storage and Recovery Management, which are attached to these minutes.

Director Arvay moved approval of the Manager's Operating Report; Director Wingard seconded the motion which carried unanimously.

Signed and sealed this 17th day of November.

(Seal)




Raymond Arvay, Secretary Board of Directors